STAND. COM. REP. NO. **564**

Honolulu, Hawaii

February 17 , 2017

RE: H.B. No. 840 H.D. 1

Honorable Joseph M. Souki Speaker, House of Representatives Twenty-Ninth State Legislature Regular Session of 2017 State of Hawaii

Sir:

Your Committee on Water & Land, to which was referred H.B. No. 840 entitled:

"A BILL FOR AN ACT RELATING TO THE DEPARTMENT OF LAND AND NATURAL RESOURCES,"

begs leave to report as follows:

The purpose of this measure is to direct the Auditor to conduct a procurement audit of the Land Division of the Department of Land and Natural Resources to examine all land leases and revocable permits issued and managed by the Division.

Your Committee received testimony in support of this measure from the Building Industry Association of Hawaii, Hawaii Fishermen's Alliance for Conservation and Tradition, Inc., and several individuals. The Department of Land and Natural Resources, Office of the Auditor, and The Chamber of Commerce Hawaii submitted comments.

Your Committee has amended this measure by:

- (1) Specifying that the requested audit should be a performance audit, rather than a procurement audit;
- (2) Changing the appropriation to an unspecified amount; and
- (3) Changing the effective date to July 1, 2050, to encourage further discussion.

HB840 HD1 HSCR WAL HMS 2017-2187-1

Should the Committee on Finance deliberate this measure further, your Committee on Water & Land respectfully requests that it consider appropriating \$300,000 to hire two analysts, one senior analyst, and consultants, as necessary to conduct the performance audit of the Department of Land and Natural Resources pursuant to this measure.

As affirmed by the record of votes of the members of your Committee on Water & Land that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 840, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 840, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Water & Land,

Chair

State of Hawaii House of Representatives The Twenty-ninth Legislature Record of Votes of the Committee on Water & Land

Bill/Resolution No.:	Committee Referral:	Date:	Feb 10	2017
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: □ Pass, unamended (as is) □ Pass, with amendments (HD) □ Hold □ Pass short form bill with HD to recommit for future public hearing (recommit)				
WAL Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMANE, Ryan I. (C)	/			
2. KONG, Sam Satoru (VC)	V			
2 CULIEN TO IV				
3. CULLEN, Ty J.K.	V			
4. EVANS, Cindy				
5. ICHIYAMA, Linda			1990 de deben en e	
6. LEE, Chris	/			
7. LOWEN, Nicole E.			ilangara og Lij	
8. SAY, Calvin K.Y.				
9. FUKUMOTO, Beth		Bernick i de se en		Van de la companya de
TOTAL (9)	9			
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				